Docket No.: 1568.1090

ABSTRACT OF DISCLOSURE

A cathode active material is prepared by mixing a transition metal compound and a lithium compound in a molar ratio of 1:1.0-1:1.2 and thermally treating the mixture while supplying CO_2 and O_2 in a ratio of partial pressures ranging from 1:0.001-1:1,000, and a lithium battery utilizes the cathode active material. The lithium battery ensures safety against overcharging because an overflow of current may be effectively cut off without reducing discharging capacity and cycle life characteristics.